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FieldRptr
            1
                         UNITED STATES DISTRICT COURT
            2
                           DISTRICT OF MASSACHUSETTS
            3
            4 LIFE IS GOOD, INC.,
            5
                  Plaintiff,
                                              Civil Action
            6
             vs.
                                              No. 04-cv-11290-REK
            7 LG ELECTRONICS, U.S.A., INC.,
           8 LG ELECTRONICS MOBILECOMM
           9 U.S.A., INC., (formerly
          10 LG INFOCOMM U.S.A., INC.),
          11 Defendants.
          12
          13
                RULE 30(b)(6) VIDEOTAPED DEPOSITION of Life is
          14 good., Inc., represented by Albert A. Jacobs, a
          15 witness called by and on behalf of the Defendants,
          16 taken pursuant to the provisions of the Federal
          17 Rules of Civil Procedure, before Dana Welch, a
          18 Registered Professional Reporter and Notary Public
          19 in and for the Commonwealth of Massachusetts, at the
          20 offices of Finnegan, Henderson, Farabow, Garrett
          21 & Dunner, LLP, on Thursday, October 13, 2005,
          22 commencing at 9:36 a.m.
                                    ACE-FEDERAL REPORTERS, INC.
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Exhibit 2 to ²⁰²Lemper Declaration

40 FieldRptr 1 street and --10:26:39 2 Would it be fair of me to say that the alleged 10:26:42 3 instances of confusion are not occurring in the 10:26:48 commercial marketplace and you are encountering 4 10:26:52 5 these outside a commercial marketplace? 10:26:58 MR. KIRBY: Object to the form. 6 10:27:03 7 BY MR. SOMMERS: 10:27:05 8 You can answer if you understand or I'll rephrase 10:27:05 9 the question. 10:27:08 10 Please rephrase. 10:27:08 Yeah. Would it be fair for me to say that these 11 12 alleged instances of confusion are not occurring in 10:27:13 a retail marketing context? 13 10:27:17 14 A No. It wouldn't be fair to assume that. In fact, 10:27:20 15 one of the examples I gave you was in a commercial 16 I've indicated that for us, many more 10:27:26 17 instances are not in the business environment. 10:27:29 However, it would be very unfair to assume that 18 10:27:31 19 they're not happening in a commercial environment. 10:27:34 20 Do you know -- do you know whether these people 10:27:37 were seeking clarification rather than being 21 10:27:43 22 confused? 10:27:45

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51 FieldRotr 1 (Off-the-record discussion held.) 10:41:32 BY MR. SOMMERS: 2 10:41:32 3 Q Mr. Jacobs, what does your company understand IG's 10:41:32 business to be? 4 10:41:41 5 A producer of electronics, producer and marketer of 10:41:42 6 electronics and appliances. 10:41:51 Anything else? 710 10:41:52 8 I don't know. Cell phones qualify in one of those 9 categories. And I'm sure there's other categories. 10:42:07 10 But in summary, that's -- that's what I perceive 10:42:10 11 the company to be. 10:42:12 12 b Is your company in the same line of business? 10:42:13 I would need some clarification. What do you mean 13 A 10:42:18 14 by kind of business? 10:42:27 15 b Well, I asked you what your understanding of IG's 10:42:29 16 business was and you testified that it was 10:42:37 17 electronics, a producer and manufacturer of 10:42:39 electronics. And my simple question to you was, is 10:42:43 18 19 Life is good. in the same line of business? 10:42:47 20 A Life is good. is not in the electronics business. 10:42:54 21 0 Does your company offer competing products to LG? 10:43:01 22 A Very few and not closely competing. 10:43:04

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People's intentions change over time, but I assume 10:44:04 you're speaking as of this moment in time. 10:44:09

MR. SOMMERS: Could I have you just put 10:44:13 your objection on the record. As you know, under 10:44:15 the Federal rules, there are numerous objections 10:44:18 you can lodge. And if you continue to do this and 10:44:23 disrupt the deposition this way, we will have to go 10:44:28 back to court. 10:44:32

MR. KIRBY: Mark, your question was 10:44:33 inherently unclear. And there was nothing either 10:44:36 remotely in the nature of coaching or otherwise 10:44:40 impermissible with -- with respect to my inquiry. 10:44:43

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19981 FieldRptr				,	56
	1	Q	Okay. Are you prepared to answer the question?	10:53:13	
	2	A	I am.	10:53:17	
	3	Q ,	Okay.	10:53:17	
	4	A	What's the question, please?	10:53:19	
	5	Q	Do you have any intentions to go into the	10:53:21	
	6	,	electronic products field?	10:53:28	'
	7.	A	We do.	10:53:34	
	8	ρ	And what are those?	10:53:36	
	9	A	We currently sell some home goods and home	10:53:38	
	10		accessories and it is it is part of our plans at	10:53:44	
	11		some point to either produce or license a complete	10:53:51	
	12		line of home goods, that would likely include	10:53:55	
	13		electronic items, for example, lamps, alarm clocks,	10:53:59	
	14		radios, clocks, et cetera.	10:54:09	1,
	15	Q.	Would it also include any appliances?	10:54:13	
	16	A	There are no definite plans for anything like that.	10:54:23	
	17		And I'm sure there are no definite plans for	10:54:29	
	18		appliances.	10:54:32	
	19	Q	And what about televisions?	10:54:33	
	20	Ą	There are no plans for televisions. But that's not	10:54:34	
	21		to say that it couldn't happen, particularly under	10:54:38	
	22		a license agreement where someone else's expertise	10:54:41	
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	Cas	1:04-cv-11290-WGY Docum	ent 29-3 Filed 03/31	/2006 Page 6 o	f 25
19981 FieldRpt	tr				58
	1	MR. SOMMERS	: Exhibit 3 in its ent	tiretv. 10:56:35	
	. 2		, c		
	3				
	4		•		
	5	THE WITNESS	So is the question of	do we 10:56:37	
	6	, consider these two ent	ities together an	10:56:40	
	7	infringement on Life i	s good.?	10:56:45	* .
	8			10:56:48	
	9	BY MR. SOMMERS:		10:56:48	
	10	Yes.		10:56:48	
	11	No.		10:57:00	·
	12	If I could hand you wh	at's been marked as	10:57:04	
	13	exhibit which will	be marked as exhibit -	- well, 10:57:10	
	14	let me do this. If I	could refer you to sim	ply the 10:57:25	
	15	stylized face portion	of the logo that appea	rs as 10:57:31	
	16	Exhibit 3		10:57:35	
	17	Uh-huh.		10:57:37	
	18	and ask you the que	stion, same question:	Is it 10:57:37	
	19	your company's content:	on that that particul	ar logo 10:57:44	
	20	or part of Exhibit 3 in	nfringes any rights of	your 10:57:54	
	21	company?		10:57:58	
-	22	On its own?		10:57:58	

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19981 FieldRptr			•	59
	1	Q On its own.	10:57:59	
,	2	A No. On its own, we do not see it as an	10:58:00	•
	3	infringement of our rights.	10:58:04	
	4	Q Am I correct that well, let me let me ask it	10:58:05	,
	5	this way: Does your company have an objection to	10:58:16	
,	. 6	any use of the logo that's depicted in Exhibit 3?	10:58:22	
	7	MR. KIRBY: And you're referring to the	10:58:30	
	8	left-hand half of Exhibit 3?	10:58:32	
	9	MR. SOMMERS: Yes.	10:58:34	
	10	THE WITNESS: If I understand the	10:58:35	
	11	question correctly I'll ask you to ask it one	10:58:37	
	12	more time.	10:58:41	
	13	BY MR. SOMMERS:	10:58:42	
	14	Q Please. Is there any context in which the logo	10:58:43	
	15	that is depicted in its entirety on Exhibit 3, that	10:58:48	
	16	your company objects to?	10:58:54	
	17	MR. KIRBY: That's a new question.	10:58:56	
	18	THE WITNESS: It's very different from	10:58:58	
	19	the last time you asked it, yeah. I would ask,	10:59:00	
	20	again, for you to reask it because there's a few	10:59:02	
	21	different questions in there.	10:59:05	
	22	BY MR. SOMMERS:	10:59:06	
		ACE PEDERAL DEPORTEDS INC		

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19981 FieldRptr					60
riciaper			en de la companya de La companya de la co	."	
	1	Q	I I guess what I'm asking	10:59:07	
	2	A	It's inconsistent.	10:59:08	
	3	Q	I guess what I'm asking, what let me let me	10:59:10	
an and demonstrating of the control	4		ask it this way: And just so I understand, we	10:59:19	
The State St	5		have your company has no objection to the use of	10:59:26	
ere	6	1	LG's logo as depicted on Exhibit 3, either together	10:59:32	
STRONG PRIVATE	7		with the letters IG or the logo on its own; am I	10:59:36	
MONTENINGER BANKS SELECTE BANK	8		correct about that?	10:59:41	
THE OWNER PROPERTY OF THE PROP	9	Α	That's correct.	10:59:43	
	10		MR. SOMMERS: All right. If I could have	10:59:45	
	11		what's been marked as Exhibit 4.	10:59:46	
Secondarian expansions	12		(Exhibit No. 4 marked for		**************************************
	13		identification.)		
ESIA STATEMENT AND ANY ASSESSMENT ASSESSMENT AND ANY ASSESSMENT ASS	14			11:00:03	
de saladinininin men da musu saladininin men da musu saladininin men da musu saladininin men da musu saladinin	15		BY MR. SOMMERS:		
оспал вамийн күштө өөөлөрд	16 (Q ,	Actually, before I ask that question, what is the	11:00:08	
THE CONTRACT OF THE CONTRACT O	17		reason that your company does not have an objection	11:00:08	
ndolejskátíníné v krimníně ekcenoso	18		to the logo that's depicted on Exhibit 3?	11:00:13	
nonners padament propries	19 7	Ą	We don't see it as an infringement.	11:00:16	
· · ·	20 Ç	2	And what's the reason for that?	11:00:18	
ee una production significance constitution of the constitution of	21 7	J.	It's a difficult question. I mean, you could point	11:00:20	
*	22		to anything in the world and say why is this not an	11:00:30	
митенер			A T D I		

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61 FieldRptr infringement. Because it doesn't infringe, in our 11:00:35 1 perspective. 2 11:00:37 If I could refer you to Exhibit 4 and ask, for that 11:00:44 3 0 particular logo, does your company have an 11:00:47 4 objection to LG's use of that logo? 5 11:00:52 6 A Yes, it does. 11:00:58 7 ||Q And what is the reason that you have an objection 11:01:00 to it? 11:01:02 8 The word mark, "life's good," is confusingly 9 A 11:01:03 10 similar to "Life is good." And in addition to 11:01:11 that, the word mark, "life's good," combined with a 11:01:15 11 12 form of a smiley face, makes it increasingly 11:01:20 13 confusing with our logo and word mark. 11:01:28 14 Q Now, am I correct that it's your position that the 11:01:31 15 logo as depicted in Exhibit 3 is not believed to be 11:01:48 16 an infringement of your company's rights, but the 11:01:53 logo as it appears on Exhibit 4 is? 11:01:57 17 18 A That's correct. 11:02:00 If I could turn to specifically the appearance of 19 Q 11:02:00 20 the logo, the smiley face that's depicted on 11:02:14 Exhibit 4, and ask you what is it about that logo 21 11:02:20 22 in that context that specifically raises a problem 11:02:27

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19981 FieldRptr			•	65
	1	Exhibit 2, which is the complaint filed in this	11:08:20	
1	2	action.	11:08:23	
	3 A,	13?	11:08:26	
	4 Q	Yes. Thank you. If you could read for me into the	11:08:28	•
	5	record the first sentence of paragraph 13.	11:08:43	
	6 A	"Life is good.'s corporate philosophy is based on	11:08:46	
	7	the concept that through the sale of fun products,	11:08:51	
	8	positive energy and contagious optimism may be	11:08:53	
	9	spread."	11:08:59	
	10 2	Is that an accurate statement of your corporate	11:08:59	
,	11	policy?	11:09:02	
, , , , , , , , , , , , , , , , , , ,	12 A	It is an accurate statement of a corporate policy	11:09:02	
٠.	13	or philosophy, rather.	11:09:08	
	14 0	Are there different corporate philosophies?	11:09:10	
	15 A	That is a central corporate philosophy to Life is	11:09:14	
No. of the control of	16	good.	11:09:20	
тедетального физикандира.	17 Q	When you indicate here "fun products," what are you	11:09:20	
and and relieve the control of the c	18	referring to?	11:09:25	
Denyatati deningenta	19 A	Products that make people smile and enjoy simple	11:09:26	
TOTAL MERCENTAGE CONTROL TO MERCENTAGE CONTR	20	pleasures.	11:09:33	
un en Transie et auszero pocycycycychych	21 2	And through these products, how do they generate	11:09:35	
echanical survival consequence of the property	22	positive energy and contagious optimism?	11:09:42	
deconjunction		ACE-FEDERAL REPORTERS, INC.		

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19981 66 FieldRptr 1 A Many ways. It's really -- there are several forms 2 of artistic expression that we believe celebrate 11:09:53 3 the glass being half full, so to speak. 11:09:57 4 Q If I could also refer you to paragraph 14, and 11:10:02 5 specifically, the portion that reads as follows: 11:10:22 6 "That Life is good. has developed a reputation as a 11:10:28 7 company that offers high -- that offers quality 11:10:31 8 products that project a whimsical image and create 11:10:34 9 happy and positive feelings." Do you see that? 11:10:38 10 A Do I agree with that statement in 14? 11:10:41 Is it accurate? 11 0 11:10:44 12 A If you don't mind, I'm just going to read it. 11:10:46 Please. 13 Q 11:10:49 14 A Yes. I do agree with it. 11:10:56 What is it about -- what is it about your company 15 Q 11:10:59 that allows it to project that whimsical image? 16 11:11:11 17 A There are, I think, many ingredients. And a lot of 11:11:16 18 it is artistic expression, as stated. 11:11:25 19 0 Would it include use of the words "life is good"? 11:11:28 20 A Certainly, that's central. 11:11:32 21 0 Would it include your Jake design? 11:11:33

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22 A

Many times.

11:11:38

67 FieldRotr 1 Q What is it about the words "life is good" that 11:11:40 2 creates that? 11:11:43 3 A What is it about the words "life is good" which 11:11:44 create happy and positive feelings? I think by 4 11:11:53 their very nature, they are -- the words denote 5 11:11:57 6 optimism. 11:12:03 Is that the central message behind the words? 70 11:12:04 8 A Is that the central message? Is that what you 11:12:20 9 said? 11:12:23 Uh-huh. 10 Q 11:12:24 11 MR. KIRBY: You need to speak audibly. 11:12:25 12 THE WITNESS: Say again, Bob. 11:12:28 MR. KIRBY: He said "uh-huh." 13 11:12:30 14 THE WITNESS: Oh. Could you rephrase the 11:12:31 15 question or restate the question? 11:12:33 16 BY MR. SOMMERS: 11:12:35 17 Q Sure. Is that the central question of the words -- 11:12:35 I'm sorry. Strike that. 18 11:12:43 19 Is that the central message of the words 11:12:44 20 "life is good"? 11:12:46 21 A Is what the central message of the words? 11:12:47 22 Optimism. 11:12:50

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68 19981 FieldRptr 1 A 11:13:03 It's very central. I guess what I'm trying to understand is how 11:13:05 2 Q 3 do the words "life is good" allow you to create and 11:13:27 engender the positive feelings that your products 4 11:13:42 give? 5 11:13:47 6 A How do the words -- say that again, please. 11:13:53 Maybe -- maybe what I'll do is just have you look 7 11:13:56 8 at this article, and we'll have it marked as 11:14:01 Exhibit 6. 9 11:14:07 (Exhibit No. 6 marked for 11:14:24 10 identification.) 11:14:25 11 12 BY MR. 'SOMMERS: 11:14:25 If I could direct you to page 2 of Exhibit 6, which 11:14:25 13 Q is an article about your company. There is a quote 11:14:36 14 15 that's attributed to you that reads in the center 11:14:42 of the page, "We're selling a message and that is 16 11:14:45 optimism," Bert Jacobs said, "And if anybody needs 11:14:48 17 18 that, it's those in the city." Do you see that? 11:14:52 Yes, I do. 19 A 11:14:55 Do you recall making that statement? 20 0 11:14:56 21 A Not at this specific time, but I'm sure I did. 11:15:01 So I guess what I'm -- I'm asking is, are the words 11:15:06 22 Q

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19981 FieldRptr	eddenovem.		•	69
	1	"life is good" the message that you are selling to	11:15:15	
,	2	create that optimism?	11:15:17	
	3	A As I said, it's very central.	11:15:20	
	4	Now, am I also correct that if you refer to page 1	11:15:24	r .
	5	of Exhibit 4, there is a	11:15:35	
•	6	MR. KIRBY: Exhibit 6, do you mean?	11:15:41	
	7	MR. SOMMERS: I'm sorry. Exhibit 6.	11:15:44	
	8	Thank you.	11:15:45	
	9	BY MR. SOMMERS:		
	10	Q There is a mention about your advertising or lack	11:15:46	
	11	of it. And if I could maybe have you read in the	11:15:50	
	12	first two sentences of the fifth paragraph	11:15:54	
ı	13	beginning with the words "All of this has"	11:15:57	
	14	A "All of this has come without a major advertising	11:16:00	
	15	campaign. In fact, it's come with no advertising	11:16:03	
	16	at all. The company's only promotions are two	11:16:07	
	17	annual charity festivals, including one in Boston,	11:16:10	
	18	Saturday at Lederman Field on the Esplanade, that	11:16:14	
	19	will feature whiffle ball, horseshoes, watermelon	11:16:18	
	20	seed spitting and more."	11:16:20	
	21 (Thank you. Is that an accurate statement?	11:16:22	
	22	If you don't mind, I'm going to reread it.	11:16:24	
		A CE FEDERAL PEDODEEDS INC		

ACE-FEDERAL REPORTERS, INC.

19981 FieldRpti	c			•	71
	1	Q	And what specifically happened?	11:17:48	
	2	A	We were selling T-shirts at a street fair here in	11:17:50	
	3	t	Cambridge, Mass, and we sold Life is good. shirts	11:17:59	
	4		at that street fair.	11:18:05	
	5	Q	And was this the first time you sold them?	11:18:07	
."	6	A	Yes.	11:18:10	
	7	Q	And how many shirts did you sell?	11:18:10	
· ·	8	A	48.	11:18:16	
	9	Q	How long did it take you to sell them?	11:18:17	
	10	A .	Less than an hour.	11:18:23	
	11	Q	Were you selling other shirts at the time?	11:18:25	
1 - " 1	12	A	We were trying.	11:18:33	
	13	Q	Did those shirts have the words "life is good" on	11:18:34	
	14		it?	11:18:39	
•	15	A	No, they didn't.	11:18:39	
	. 16	Q	What do you believe the reason is for the shirts	11:18:40	
	17		that bore the words "life is good" sold quickly,	11:18:49	
	18		while the other ones that did not bear the words	11:18:52	
	19		"life is good" did not?	11:18:56	
	20	A	It's a very complicated question. I don't think I	11:18:57	
	21		could answer it briefly. But I mean, it's sort of	11:19:02	
	22		the foundation of our entire company, so put a lot	11:19:09	
			ACE-FEDERAL REPORTERS, INC. Nationwide Coverage		

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Case 1:04-cv-11290-WGY 19981 FieldRptr of thought into it. I don't think it could be 1 answered in a quick sentence or two. 2 3 **l**O belief is. 4 5 A 6 7 8 9 10 11

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11:19:14

11:19:17 Well, why don't you try to explain to me what your 11:19:19 11:19:24 I could -- I could never explain all of it, as --11:19:25 as I said. But I could summarize by saying that 11:19:29 our -- that optimism is something that's needed. I 11:19:36 think the combination of our graphics and the words 11:19:43 was appropriate and the association of Jake with 11:19:48 the words. I think the colors chosen and the 11:19:50 styles, in addition, helped. And I think an 11:19:58 emphasis on simplicity helped. 11:20:07 Were there colors and styles used in the other 11:20:10 shirts that didn't sell? 11:20:14 They were very different. 11:20:15 Were the words "life is good" set across the fronts 11:20:19 of the shirts? 11:20:29 Yes. 11:20:30 With the Jake logo on the front of the shirt? 11:20:31 Yes. 11:20:37 Was the words "life is good" appearing on labels on 11:20:38 the back sides of the shirts, on the inside collar? 11:20:50

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19981 FieldRptr				•	73
Windowski and home property and the second s	1	A	No.	11:21:0	0
SELANDOLINA CONTRACTOR DE LA CONTRACTOR	2	Q	Did the words "life is good" appear any place el	se 11:21:0	Ó
######################################	3	1	on the shirt?	11:21:0	4
ээллээрсэн эдүүнүү тоохоо	4	A	No.	11:21:0	5
sometawe well-sections and the section of the secti	5	Q	Would it be fair to say that people were buying	11:21:0	5
L STERNAR CONTROL OF C	. 6		these shirts with "life is good" because of the	11:21:0	8
	7		message of optimism?	11:21:1	0
ooden oo	8	A	In part. And again, it would be a central reason	n. 11:21:1	2
	9	Q	Am I correct that well, let me strike that.	11:21:1	8
	10		Before you used the words "life is good	d," 11:21:3	6 .
	11		did you conduct any trademark searches?	11:21:4	0
1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	12	A	No.	11:21:4	4
	13 (2	Before you adopted the Jake logo, did you conduct	11:21:4	4
	14		any trademark searches?	11:21:4	8
	15 Z	J.	No.	11:21:50	0
	16)	At any time well, let me ask, did you before	re 11:21:5	1
	17		adopting and using the "life is good" words on yo	our 11:22:1	1
	18		T-shirts, did you engage in any investigation or	11:22:10	6
	19		research to determine if you could use those word	ds 11:22:20	0
	20		or not?	11:22:22	2
	21 A	7	I don't believe so.	11:22:24	4
	22 Q)	What made you think that you could use those word	ds? 11:22:20	5
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19981 FieldRptr				74
	1 A	To be honest, we were not were not very	11:22:29	
	2	sophisticated at the time. We we were out in	11:22:35	
	3	the streets, hawking T-shirts, and selling	11:22:38	
	4	door-to-door in college dormitories, so I think we	11:22:43	
	5	made some assumptions.	11:22:46	
	6 Q	. Would you agree with me that "life is good" was a	11:22:47	•
and the second s	7	saying at the time?	11:22:54	
	8	MR. KIRBY: I'm sorry. I didn't hear	11:22:55	
Political and an analysis of the second analysis of the second and an analysis of the second and an analysis of the second and an analysis of the second analysis of the second and an analysis of the second and analysis of the second and an analysis of the second and an analys	9	you, Mark. A saying?	11:22:58	
	10	MR. SOMMERS: A saying.	11:23:00	
POTENTIAL PROPERTY OF THE PROP	11	THE WITNESS: That "life is good" was a	11:23:02	
######################################	12	saying at the time?	11:23:02	
STATION TO THE PROPERTY OF THE	13	BY MR. SOMMERS:	11:23:03	
mention and opposite and opposi	14 Q	Yeah. It was a common saying.	11:23:03	•
Temmore of Constitution (Constitution Constitution Consti	15 A	A slightly different question. Is it a saying,	11:23:12	
distribution de la constante d	16	yes, or was it a saying, yes. A common saying,	11:23:15	
Periodical seasons and the seasons are seasons and the seasons and the seasons are seasons and the seasons and the seasons are seasons and the seasons are seasons and the seasons and the seasons are seasons are seasons and the seasons are	17	maybe not.	11:23:18	
Address responsibilities and applications and applications and applications and applications are applications and applications are applications and applications are applications and applications are application	18 Q	But it was it was a saying, nonetheless?	11:23:20	
	19 A	Yes.	11:23:26	
Will delicate the state of the	20 Q	Okay. And did you consider using other sayings on	11:23:26	
enementelening version gegeneren.	21	your T-shirts?	11:23:32	
	22 A	Yes.	11:23:33	
	1			

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19981 FieldRptr				.	75
	1	Q	What were those?	11:23:34	
,	2	A	"Life's great." "It's all good." "It's all	11:23:35	
	3	,	great." "Ain't life great," et cetera.	11:23:46	
•	4	2	Did you ever see the saying "have a nice day"?	11:23:51	,
	5	A	Yes.	11:23:54	
•	6	Q	When did you see that?	11:23:54	
	7	A	I couldn't recollect you saying the first time I	11:23:57	
	8		saw it?	11:24:01	
	9	Q	Uh-huh.	11:24:02	
	10	A	I don't ever remember really seeing it in writing.	11:24:03	
	11		But more commonly, people use it as a greeting.	11:24:06	
1 4	12	Q	Uh-huh. Do you recall seeing it with with a	11:24:09	
	13		smiley face?	11:24:15	
	14	A.	Yes.	11:24:16	
	15	2	When do you first recollect seeing that?	11:24:17	
	16	Ą	I I couldn't say. I know that I couldn't say	11:24:28	
	17		when I first saw it. I think it became popular in	11:24:29	
	18		the '60s or something like that.	11:24:32	
	19	2	Would it be fair to say that you saw it before you	11:24:35	
	20		put Jake and the words "Life is good." together on	11:24:37	
	21		the T-shirts?	11:24:40	
	22	Ą	Probably.	11:24:41	
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83 FieldRptr 11:41:16 1 record. 2 BY MR. SOMMERS: 11:41:22 You indicated before the break that you had sought 11:41:22 3 to build your business around these three words and 11:41:25 4 5 this character. My question to you is, what are 11:41:29 6 the three words? 11:41:33 7 A "Life is qood." 11:41:34 Now, how do you use those words in terms of 11:41:36 8 **Q** 9 capitalization and small caps? 11:41:42 10 A In terms of upper case and lower case letters? 11:41:45 11:41:50 11 Yes. 12 A We generally capitalize the L; and everything else 11:41:52 is lower case; and there's a period after the D. 13 11:41:57 14 Q And why is that? 11:42:01 Oh, it's just the style that we chose and -- yeah, 15 A 11:42:04 just happens to be the style we chose. 16 11:42:09 Were other styles considered? 11:42:12 17 Q In fact, the first day that we sold them in 18 A 11:42:35 19 the street, the G was capital. 11:42:40 20 0 And why did you decide not to capitalize the G? 11:42:44 21 I believe we wanted it to read more like a short 11:42:49 22 sentence; that's why we had the period and did not ACE-FEDERAL REPORTERS, INC.

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19981			•		84
FieldRpt	r				
	1		make the G capital.	11:42:58	•
	2	Q	Am I correct that it would help communicate it as a	11:43:00	,
	3	,	message?	11:43:06	
	4	A	It would help communicate what?	11:43:07	
	5	Q	The words "life is good" as a message.	11:43:10	
	6	4	" MR. KIRBY: Not having the G capitalized,	11:43:14	•
	7.		Mark ?	11:43:16	
	8		MR. SOMMERS: Yes.	11:43:18	
	9		THE WITNESS: I don't think I'd agree	11:43:18	
SOLUTION CONTRACTOR CO	10		with that statement entirely.	11:43:20	
10)XIII marakkin neonomen	11			11:43:21	
dimensional	12		BY MR. 'SOMMERS:	Section 1	
Week endermonate and the second and	13	Q	What don't you agree about it?	11:43:22	
and the constant of the consta	14	A	I think that "life is good" with a capital G is	11:43:25	
	15		also a message, and "life is good" with a lower	11:43:28	
	16	-	case G is also a message. So I don't think that	11:43:31	
THE PROPERTY OF THE PROPERTY O	17		"life is good" with a lower case G helps to convey	11:43:36	
THE CHAPTER CONTROL CONTROL OF THE CHAPTER CONTROL OF THE CONTROL OF THE CHAPTER CONTROL OF THE CONTROL OF THE CONTROL OF THE CONTROL OF	18		a message.	11:43:40	
, Şon	19	Q	Do you recall who first wrote the words "life is	11:43:44	
	20		good"?	11:43:57	
	21	A	It's a raging debate. My brother John says it was	11:43:57	
	22		him and I say it was me.	11:44:03	
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87 19981 FieldRiptr THE WITNESS: Business strategy today? 1 11:46:42 2 May I ask you, at what level? You know, business 11:46:51 3 strategy can be very detailed. It can be, you 11:46:55 know, a mid-range and then it can be an overarching 11:46:59 4 5 mission, so to speak. So could you clarify which 11:47:04 6 you would like me to answer? 11:47:08 7 BY MR. SOMMERS: 11:47:09 Let's start with the overarching. 8 10 11:47:09 9 A Okay. The mission of our company is to have a 11:47:11 10 great positive impact on world culture through 11:47:23 consumer products. 11:47:27 11 12 Perhaps I can have you expand with the mid-level, 11:47:30 13 then. 11:47:34 14 Okay. From a mid-level standpoint, we're doing 11:47:34 15 business in about 14 different countries and our 11:47:41 16 business is very strong and profitable and our 11:47:47 distribution is through a broad range of channels. 17 11:47:54 18 And we intend to strengthen our products and 11:48:00 19 strengthen our position in all marketplaces where 11:48:08 20 we do business. 11:48:12 It's also central to our mission that our 11:48:13 21 22 charitable efforts are integrally woven into the 11:48:16

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19981 FieldRpt	r			88
	1	ongoing business strategy. So that we intend to	11:48:21	•
	2	positively impact our culture just by selling	11:48:23	
	3	products with this optimistic message. And we also	11:48:26	
	4	intend to reach out physically and gain awareness	11:48:30	
	5	and give funding to those that need it the most.	11:48:33	
	6	Q . Has that mid-level description of your business	11:48:36	•
	7	strategy changed at all since 2002?	11:48:42	
	8	A No, not not for the most part.	11:48:46	
	9	Since the inception of your company, have you seen	11:48:50	
	10	increasing sales?	11:48:58	
	11	A An increase?	11:48:59	
	12	Q Increasing.	11:49:01	
	13	A Since the inception of the company?	11:49:02	
	14	Q Right.	11:49:05	
	15	A Let's hope so.	11:49:06	
	16	Q On an annual basis?	11:49:07	
	17	MR. KIRBY: Year over year?	11:49:09	
	18	MR. SOMMERS: Yes.	11:49:11	
Малатиры декерий и д	19	THE WITNESS: Yes.	11:49:12	
	20	BY MR. SOMMERS:	11:49:12	
No. Opposite and the second se	21	Would that also be the case with your market	11:49:12	
TO ACTUAL CONTRACTOR OF THE ACTUAL CONTRACTOR	22	exposure?	11:49:16	
monthining		ACE-FEDERAL REPORTERS, INC. Nationwide Coverage		

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	Oasc	, 1.0 4 61	7 11230 WO1 Document 23 3 1 lieu 03/31/2000	rage 24 or 20	
19981 FieldRpt	r			•	89
	1	. A	Yes.	11:49:18	
•	2	Q	You indicated that that you are now expanding	11:49:19	
	3		outside the United States. I believe that you said	11:49:28	
	4		the world marketplace, but I may be wrong. What	11:49:35	
	5		specifically are you referring to?	11:49:41	
,	. 6	A	I was referring to licensing and distributor	11:49:47	
	7		agreements outside of the boundaries of the United	11:49:51	
	8		States.	11:49:53	
	9	Q	And where would those include?	11:49:55	
	10	A	I don't know if I can list everywhere. But most of	11:49:58	
	11		western Europe, Scandinavia, Japan, Korea, Mexico,	11:50:03	•
	12		Canada; I guess that's all that comes to mind right	11:50:11	
	13		now.	11:50:16	
	14	Q	And am I correct that you're hoping to use the same	11:50:16	
	15		business strategy that you've employed in the	11:50:20	
	16		United States in those countries?	11:50:23	
	17	A	We are using it. Yeah, we're currently doing	11:50:28	
	18		business; so I think it's more than hope at this	11:50:31	
	19		point.	11:50:34	
	20	Q	All right. Now, I referred to earlier kind of	11:50:35	
	21		business strategies and marketing plans and things	11:50:47	
	22		on these order. Are there different documents for	11:50:51	

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19981 FieldRpt	r		92)
	1	economic backgrounds, et cetera.	11:53:17	
	2	Q Have you done any studies or market researc	th 11:53:18	
	3	helping you synthesize that down to your	11:53:25	
	4	demographic?	11:53:29	
	5	A Very little. I' I don't know that I -	- I 11:53:31	
	6	, don't recall any offhand. Some of our cust	comers 11:53:39	
	7.	may have. And there may have been an adver	tising 11:53:43	
	8	or PR firm who, trying to get our business,	they're 11:53:53	
	9	not a we're not a client of theirs, they	11:53:57	
	10	attempted something. And I'm not it's n	ot clear 11:54:02	
	11	to me whether that's available or not.	11:54:04	
	12	'' MR. SOMMERS: Okay. I would ask	if it is 11:54:07	
	13	available that it be produced.	11:54:08	
	14	BY MR. SOMMERS:	11:54:10	
	15	Q Who is the company?	11:54:11	
	16	A I don't recall the name.	11:54:12	
	17	Q And to your knowledge, have you done any su	rveys or 11:54:13	
None of the state	18	studies or research at any time to measure	the 11:54:17	
	19	degree of consumer recognition of your Life	is 11:54:21	
оприменения в подостивностью применения в подостивностью применения в подостивностью в подо	20	good. name?	11:54:27	
· Anna and an advance and an advance and an advance and an advance and advance and an advance and advance	21	A Actually, now that you mention that, I thin	k that 11:54:27	
terminal ter	22	was more what this PR firm or ad agency foc	used on 11:54:32	
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